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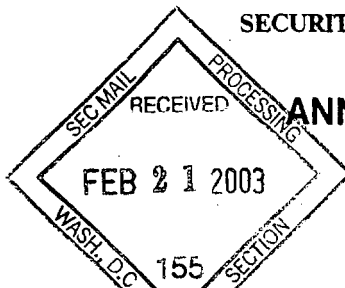


SECURITI

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SSION

Washington, D.C. 20547



**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

OMB APPROVAL	
OMB Number:	3235-0123
Expires:	September 30, 1998
Estimated average burden hours per response	12.00

SEC FILE NUMBER
8-261-1617

8-07661

**FACING PAGE**

**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING 1/1/02 AND ENDING 12/31/02  
MM/DD/YY MM/DD/YY

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER:

*Bernard Faver*

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

*80-82 Wall Street, Suite 310*

*New York*

*New York*

(No. and Street)

*10005*

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

*Bernard Faver*

*212-943-1352*

(Area Code — Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

*Igel, Lynn S.*

(Name — if individual, state last, first, middle name)

*250 West 90th Street, Apt. 3I, New York, New York 10024*

(Address)

(City)

(State)

(Zip Code)

**CHECK ONE:**

- ☒ Certified Public Accountant  
☐ Public Accountant  
☐ Accountant not resident in United States or any of its possessions.

**PROCESSED**

**MAR 06 2003**

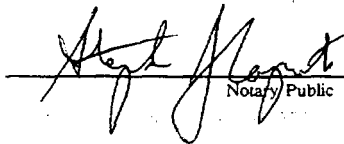
FOR OFFICIAL USE ONLY
THOMSON FINANCIAL

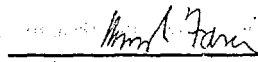
\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See section 240.17a-5(e)(2).

## OATH OR AFFIRMATION

I, Bernard Faver, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Bernard Faver, as of December 31, 2002, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

STEPHEN J. CAPUTO  
Notary Public, State of New York  
No. 24-4962762  
Qualified in Kings County  
Commission Expires 2/22/06

  
Notary Public

  
Signature  
Sole Proprietor  
Title

This report\*\* contains (check all applicable boxes):

- ☒ (a) Facing page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Financial Condition.
- ☒ (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietor's Capital.
- ☒ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital
- ☒ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☒ (i) Information Relating to the Possession or control Requirements Under Rule 15c3-3.
- ☒ (j) A Reconciliation, including appropriate explanation, of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☒ (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- ☒ (l) An Oath or Affirmation.
- ☒ (m) A copy of the SIPC Supplemental Report.
- ☒ (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

TO BE COMPLETED WITH THE ANNUAL AUDIT REPORT ONLY:

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report

Name (If individual, state last, first, middle name)

*Igel, Lynn S.*

70

ADDRESS Number and Street City State Zip Code

*250 West 90th Street*

71

*Ny*

72

*Ny*

73

*10024*

74

Check One

☒ Certified Public Accountant

75

FOR SEC USE

☐ Public Accountant

76

☐ Accountant not resident in United States or any of its possessions

77

DO NOT WRITE UNDER THIS LINE ... FOR SEC USE ONLY

WORK LOCATION	REPORT DATE MM/DD/YY	DOC. SEQ. NO.	CARD				
50	51	52	53				

Lynn S. Igel, CPA  
250 West 90<sup>th</sup> Street  
New York, N.Y. 10024

February 11<sup>th</sup> 2003

Bernard Faver (Sole Proprietor)  
80-82 Wall Street, Suite 310  
New York, N.Y. 10005

Dear Mr. Faver,

I have examined part 11A of the Focus Report (Form X-17a-5) of Bernard Faver (Sole Proprietor) for the year ended December 31, 2002.

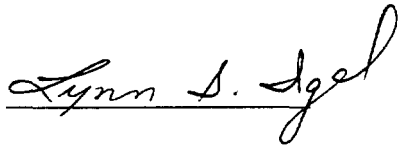
My examination was made in accordance with generally accepted auditing standards as I considered necessary in the circumstances. I declare that I found no material inadequacies in the Company's accounting system internal accounting control.

The Firm is exempt, in my opinion, from 15c3-3 Customer Protection Rule. Bernard Faver is, in my opinion, a K-1 firm.

No material difference existed between the Firm's audited and unaudited computations of net capital under Rule 15c3-1 as required by SEC rule 17a-5(d).

In my opinion, this report fairly presents the financial position of Bernard Faver on December 31, 2002 in conformity with generally accepted accounting principles on a basis consistent with that of the previous year.

Respectfully Submitted,

A handwritten signature in cursive script, reading "Lynn S. Igel", written over a horizontal line.

Lynn S. Igel, C.P.A.

Certified Public Accountant

# FORM X-17A-5

## FOCUS REPORT

OMB No. 3235-0123  
(5-31-87)

(Financial and Operational Combined Uniform Single Report)

## PART IIA 12

3/91

(Please read instructions before preparing Form.)

This report is being filed pursuant to (Check Applicable Block(s)):

1) Rule 17a-5(a) XX 16

2) Rule 17a-5(b) 17

3) Rule 17a-11 18

4) Special request by designated examining authority 19

5) Other 26

NAME OF BROKER-DEALER

*Bernard Faver*

SEC FILE NO.

*8-264-1614*

14

FIRM ID. NO.

*076-28-2734*

15

ADDRESS OF PRINCIPAL PLACE OF BUSINESS (Do Not Use P.O. Box No.)

*80-82 Wall Street, Suite 310*

FOR PERIOD BEGINNING (MM/DD/YY)

*1/1/02*

24

(No. and Street)

*New York*

*New York*

*10005*

AND ENDING (MM/DD/YY)

*12/31/02*

25

(City)

(State)

(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

*Bernard Faver*

(Area Code)—Telephone No.

*212-943-1352*

31

NAME(S) OF SUBSIDIARIES OR AFFILIATES CONSOLIDATED IN THIS REPORT:

*None*

OFFICIAL USE

33

35

37

39

DOES RESPONDENT CARRY ITS OWN CUSTOMER ACCOUNTS?

YES 40

NO 41

CHECK HERE IF RESPONDENT IS FILING AN AUDITED REPORT

42

\* Respondent has no customer accounts

### EXECUTION:

The registrant/broker or dealer submitting this Form and its attachments and the person(s) by whom it is executed represent hereby that all information contained therein is true, correct and complete. It is understood that all required items, statements, and schedules are considered integral parts of this Form and that the submission of any amendment represents that all unamended items, statements and schedules remain true, correct and complete as previously submitted.

Dated the 11th day of February 2003  
Manual signatures of:

1) *Mark Faver*  
Principal Executive Officer or Managing Partner

2) \_\_\_\_\_  
Principal Financial Officer or Partner

3) \_\_\_\_\_  
Principal Operations Officer or Partner

ATTENTION—Intentional misstatements or omissions of facts constitute Federal Criminal Violations. (See 18 U.S.C. 1001 and 15 U.S.C. 781(a))

STEPHEN J. CAPUTO  
Notary Public, State of New York  
No. 24-4962762  
Qualified in Kings County  
Commission Expires 2/26/06  
*Stephen J. Caputo*

# FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT

## PART IIA

BROKER OR DEALER *Bennard Faver*

**N3**

100

### STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS

as of (MM/DD/YY) 12/31/2002

SEC FILE NO. 8-264-1614

Consolidated

Unconsolidated ☒

99
98
198
199

#### ASSETS

	Allowable	Non-Allowable	Total
1. Cash	\$ 0 200	\$ 0 750	
2. Receivables from brokers or dealers:			
A. Clearance account	0 295		
B. Other	0 300	0 550	0 810
3. Receivables from non-customers	0 355	0 600	0 830
4. Securities and spot commodities owned, at market value:			
A. Exempted securities	0 418		
B. Debt securities	0 419		
C. Options	0 420		
D. Other securities	6222 424		
E. Spot commodities	0 430		6222 850
5. Securities and/or other investments not readily marketable:			
A. At cost	0 130		
B. At estimated fair value	0 440	0 610	0 860
6. Securities borrowed under subordination agreements and partners' individual and capital securities accounts, at market value:			
A. Exempted securities	0 150		
B. Other securities	0 160	0 640	0 890
7. Secured demand notes:			
market value of collateral:			
A. Exempted securities	0 170		
B. Other securities	0 180		
8. Memberships in exchanges:			
A. Owned, at market	0 190		
B. Owned, at cost		0 550	
C. Contributed for use of the company, at market value		0 560	0 500
9. Investment in and receivables from affiliates, subsidiaries and associated partnerships	0 480	0 670	0 910
10. Property, furniture, equipment, leasehold improvements and rights under lease agreements, at cost-net of accumulated depreciation and amortization	0 490	0 680	0 920
11. Other assets	0 535	0 735	0 930
12. TOTAL ASSETS	\$ 6222 540	\$ 0 740	\$ 6222 940

OMIT PENNIES

# FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT

## PART IIA

BROKER OR DEALER *Bernard Faver*

as of 12/31/02

### STATEMENT OF FINANCIAL CONDITION FOR NONCARRYING, NONCLEARING AND CERTAIN OTHER BROKERS OR DEALERS

#### LIABILITIES AND OWNERSHIP EQUITY

Liabilities	A.I. Liabilities*	Non-A.I. Liabilities*	Total
13. Bank loans payable	\$ 0 1045	\$ 0 1255	\$ 0 1470
14. Payable to brokers or dealers:			
A. Clearance account	0 1114	0 1315	0 1560
B. Other	0 1115	0 1305	0 1540
15. Payable to non-customers	0 1155	0 1355	0 1610
16. Securities sold not yet purchased, at market value		0 1360	0 1620
17. Accounts payable, accrued liabilities, expenses and other	0 1205	0 1385	0 1685
18. Notes and mortgages payable:			
A. Unsecured	0 1210		0 1690
B. Secured	0 1211	0 1390	0 1700
19. Liabilities subordinated to claims of general creditors:			
A. Cash borrowings:		0 1400	0 1710
1. from outsiders \$ 0 970			
2. Includes equity subordination (15c3-1 (d)) of \$ 0 980			
B. Securities borrowings, at market value:		0 1410	0 1720
from outsiders \$ 0 990			
C. Pursuant to secured demand note collateral agreements:		0 1420	0 1730
1. from outsider: \$ 0 1000			
2. Includes equity subordination (15c3-1 (d)) of \$ 0 1010			
D. Exchange memberships contributed for use of company, at market value		0 1430	0 1740
E. Accounts and other borrowings not qualified for net capital purposes	0 1220	0 1440	0 1750
20. TOTAL LIABILITIES	\$ 0 1230	\$ 0 1450	\$ 0 1760

#### Ownership Equity

21. Sole proprietorship	\$ 6222	1770
22. Partnership (limited partners)	\$ 1020	1780
23. Corporation:		
A. Preferred stock		1791
B. Common stock		1792
C. Additional paid-in capital		1793
D. Retained earnings		1794
E. Total		1795
F. Less capital stock in treasury		1796
24. TOTAL OWNERSHIP EQUITY	\$ 6222	1800
25. TOTAL LIABILITIES AND OWNERSHIP EQUITY	\$ 6222	1810

\*Brokers or dealers electing the alternative net capital requirement method need not complete these columns.

OMIT PENNIES

Bernard Faver  
Statement of Cash Flows for the  
Year ended December 31, 2002

Cash flows from operating activities		
Receipts		
Commissions	\$1,122	
Total cash receipts		\$1,122
Payments		
Commission expenses	\$1,122	
Total cash payments		<u>\$1,122</u>
Net cash change from operating activities		0
Cash flow from investing activities		0
Cash flow from financing activities		<u>0</u>
New change in cash		0
Cash balance, December 31,2001		<u>\$6,222</u>
Cash balance, December 31,2002		<u>\$6,222</u>



# FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT PART IIA

BROKER OR DEALER *Bernard Faver*

For the period (MMDDYY) from 1/1/02 3932 to 12/31/02 3933  
Number of months included in this statement 12 3931

## STATEMENT OF INCOME (LOSS)

### REVENUE

1. Commissions:		
a. Commissions on transactions in exchange listed equity securities executed on an exchange	\$ 0	3935
b. Commissions on listed option transactions	0	3938
c. All other securities commissions	0	3939
d. Total securities commissions	0	3940
2. Gains or losses on firm securities trading accounts	0	
a. From market making in options on a national securities exchange		3945
b. From all other trading	0	3949
c. Total gain (loss)	0	3950
3. Gains or losses on firm securities investment accounts	0	3952
4. Profit (loss) from underwriting and selling groups	0	3955
5. Revenue from sale of investment company shares	1122	3970
6. Commodities revenue	0	3990
7. Fees for account supervision, investment advisory and administrative services	0	3975
8. Other revenue	0	3995
9. Total revenue	\$ 1122	4030

### EXPENSES

10. Salaries and other employment costs for general partners and voting stockholder officers	\$ 0	4120
11. Other employee compensation and benefits	0	4115
12. Commissions paid to other broker-dealers	0	4140
13. Interest expense	0	4075
a. Includes interest on accounts subject to subordination agreements	0	4070
14. Regulatory fees and expenses	0	4195
15. Other expenses	1122	4100
16. Total expenses	\$ 1122	4200

### NET INCOME

7. Net income (loss) before Federal income taxes and items below (Item 9 less Item 16)	\$ 0	4210
8. Provision for Federal income taxes (for parent only)	0	4220
9. Equity in earnings (losses) of unconsolidated subsidiaries not included above	0	4222
a. After Federal income taxes of	0	4238
10. Extraordinary gains (losses)	0	4221
a. After Federal income taxes of	0	4239
11. Cumulative effect of changes in accounting principles	0	4225
12. Net income (loss) after Federal income taxes and extraordinary items	\$ 0	4230

### MONTHLY INCOME

3. Income (current month only) before provision for Federal income taxes and extraordinary items	\$ 0	4211
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**FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT**  
**PART IIA**

BROKER OR DEALER *Bernard Faver*

as of 12/31/02

**Exemptive Provision Under Rule 15c3-3**

25. If an exemption from Rule 15c3-3 is claimed, identify below the section upon which such exemption is based (check one only)

- |  |          |      |
|--|----------|------|
| A. (k) (1)—\$2,500 capital category as per Rule 15c3-1 .....   | <i>X</i> | 4550 |
| B. (k) (2)(A)—"Special Account for the Exclusive Benefit of customers" maintained .....  |          | 4560 |
| C. (k) (2)(B)—All customer transactions cleared through another broker-dealer on a fully disclosed basis. Name of clearing firm <sup>▼</sup> ..... | 4335     | 4570 |
| D. (k) (3)—Exempted by order of the Commission .....   |          | 4580 |

# FINANCIAL AND OPERATION COMBINED UNIFORM SINGLE REPORT

## PART IIA

BROKER OR DEALER *Bennard Faver*

as of 12/31/02

### COMPUTATION OF NET CAPITAL

1. Total ownership equity from Statement of Financial Condition	\$	6222	3480
2. Deduct ownership equity not allowable for Net Capital	19	0	3490
3. Total ownership equity qualified for Net Capital		6222	3500
4. Add:			
A. Liabilities subordinated to claims of general creditors allowable in computation of net capital		0	3520
B. Other (deductions) or allowable credits (List)		0	3525
5. Total capital and allowable subordinated liabilities	\$	6222	3530
6. Deductions and/or charges:			
A. Total nonallowable assets from Statement of Financial Condition (Notes B and C)	17	0	3540
B. Secured demand note deficiency		0	3590
C. Commodity futures contracts and spot commodities- proprietary capital charges		0	3600
D. Other deductions and/or charges		0	3610
7. Other additions and/or allowable credits (List)		0	3630
8. Net capital before haircuts on securities positions	20	6222	3640
9. Haircuts on securities (computed, where applicable, pursuant to 15c3-1 (f)):			
A. Contractual securities commitments	\$	0	3660
B. Subordinated securities borrowings		0	3670
C. Trading and investment securities:			
1. Exempted securities	18	0	3735
2. Debt securities		0	3733
3. Options		0	3730
4. Other securities		124	3734
D. Undue Concentration		0	3650
E. Other (List)		0	3736
10. Net Capital	\$	6098	3750

OMIT PENNIES

# FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT

## PART IIA

BROKER OR DEALER *Bernard Faver*

as of 12/31/02

### COMPUTATION OF BASIC NET CAPITAL REQUIREMENT

#### Part A

11. Minimum net capital required (6-2/3% of line 19)	\$	0	3756
12. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	5000	3756
13. Net capital requirement (greater of line 11 or 12)	\$	5000	3760
14. Excess net capital (line 10 less 13)	\$	7098	3770
15. Excess net capital at 1000% (line 10 less 10% of line 19)	\$	6098	3780

### COMPUTATION OF AGGREGATE INDEBTEDNESS

16. Total A/L liabilities from Statement of Financial Condition	\$	0	3790
17. Add:			
A. Drafts for immediate credit	\$	0	3800
B. Market value of securities borrowed for which no equivalent value is paid or credited	\$	0	3810
C. Other unrecorded amounts (List)	\$	0	3820
19. Total aggregate indebtedness	\$	0	3830
20. Percentage of aggregate indebtedness to net capital (line 19 ÷ by line 10)	%	0	3840
21. Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1 (d)	%	0	3850

### COMPUTATION OF ALTERNATE NET CAPITAL REQUIREMENT

#### Part B

22. 2% of combined aggregate debit items as shown in Formula for Reserve Requirements pursuant to Rule 15c3-3 prepared as of the date of the net capital computation including both brokers or dealers and consolidated subsidiaries' debits	\$	3870
23. Minimum dollar net capital requirement of reporting broker or dealer and minimum net capital requirement of subsidiaries computed in accordance with Note (A)	\$	3880
24. Net capital requirement (greater of line 22 or 23)	\$	3760
25. Excess net capital (line 10 less 24)	\$	3910
26. Net capital in excess of:		
5% of combined aggregate debit items or \$120,000	\$	3920

OMIT PENNIE

#### NOTES:

- (A) The minimum net capital requirement should be computed by adding the minimum dollar net capital requirement of the reporting broker dealer and, for each subsidiary to be consolidated, the greater of:
1. Minimum dollar net capital requirement, or
  2. 6-2/3% of aggregate indebtedness or 2% of aggregate debits if alternative method is used.
- (B) Do not deduct the value of securities borrowed under subordination agreements or secured demand note covered by subordination agreements not in satisfactory form and the market values of memberships in exchanges contributed for use of company (contra to item 1740) and partners' securities which were included in non-allowable assets.
- (C) For reports filed pursuant to paragraph (d) of Rule 17a-5, respondent should provide a list of material non-allowable assets.

# FINANCIAL AND OPERATIONAL COMBINED UNIFORM SINGLE REPORT PART IIA

BROKER OR DEALER *Bernard Faver*

For the period (MMDDYY) from 1/1/02 to 12/31/02

## STATEMENT OF CHANGES IN OWNERSHIP EQUITY (SOLE PROPRIETORSHIP, PARTNERSHIP OR CORPORATION)

1. Balance, beginning of period	\$	6222	4240
A. Net income (loss)		0	4250
B. Additions (Includes non-conforming capital of	\$	0	4262
C. Deductions (Includes non-conforming capital of	\$	0	4272
2. Balance, end of period (From item 1800)	\$	6222	4290

## STATEMENT OF CHANGES IN LIABILITIES SUBORDINATED TO CLAIMS OF GENERAL CREDITORS

3. Balance, beginning of period	\$	4300
A. Increases		4310
B. Decreases		4320
4. Balance, end of period (From item 3520)	\$	4330

OMIT PENNIES

## Certification of Exclusion From Membership

TO BE FILED BY A BROKER-DEALER WHO CLAIMS EXCLUSION FROM MEMBERSHIP IN THE SECURITIES INVESTOR PROTECTION CORPORATION ("SIPC") UNDER SECTION 78ccc(a)(2)(A)(ii) OF THE SECURITIES INVESTOR PROTECTION ACT OF 1970 ("SIPA").

Name of Broker-Dealer, address, Designated Examining Authority and 1934 Act registration number:

007661 NASD DEC 8/13/1959  
BERNARD FAVER  
82 WALL ST STE 310  
NEW YORK, NY 10005

Note: If any of the information shown on the mailing label requires correction, please so indicate on the form filed.

Name and telephone number of person to contact respecting this form:

certifies that during the year ending December 31, 2001 its business as a broker-dealer is expected to consist exclusively of one or more of the following (check appropriate boxes):

- ☒ (i) the distribution of shares of registered open and investment companies or unit investment trusts;
- ☒ (ii) the sale of variable annuities;
- ☒ (iii) the business of insurance;
- ☐ (iv) the business of rendering investment advisory services to one or more registered investment companies or insurance company separate accounts;

and that, therefore, under section 78ccc(a)(2)(A)(ii) of the SIPA it is excluded from membership in SIPC.

State whether during the prior year this organization's business as a broker-dealer consisted exclusively of one or more of items (i) through (iv) above: Yes ☐ No ☐ (if inapplicable, please explain).

The following bylaw was adopted by the Board of Directors:

Interest on Assessments. If all or any part of an assessment payable under Section 4 of the Act has not been received by the collection agent within 15 days after the due date thereof, the member shall pay, in addition to the amount of the assessment, interest at the rate of 20% per annum of the unpaid portion of the assessment for each day it has been overdue. If any broker or dealer has incorrectly filed a claim for exclusion from membership in the Corporation, such broker or dealer shall pay, in addition to assessments due, interest at the rate of 20% per annum on the unpaid assessment for each day it has not been paid since the date on which it should have been paid.

In the event of any subsequent change in the business of the undersigned broker-dealer that would terminate such broker-dealer's exclusion from membership in SIPC pursuant to section 78ccc(a)(2)(A)(ii) of the SIPA, the undersigned broker-dealer will immediately give SIPC written notice thereof and make payment of all assessments thereafter required under Section 78ddd(c) of the SIPA.

FOR SIPC REVIEWER

Dates: \_\_\_\_\_  
Postmarked Received Reviewed

Complete: \_\_\_\_\_

Exceptions: \_\_\_\_\_

Disposition of Exceptions: \_\_\_\_\_

The broker or dealer submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

Dated the 07th day of January, 2001

BERNARD FAVER  
(Name of Corporation, Partnership or other organization)

[Signature] SOLE PROPRIETOR  
(Authorized signature) (Title)

**SIPC-3**

(14 - REV 12/01)

**SECURITIES INVESTOR PROTECTION CORPORATION****Certification of Exclusion From Membership**

**TO BE FILED BY A BROKER-DEALER WHO CLAIMS EXCLUSION FROM MEMBERSHIP IN THE SECURITIES INVESTOR PROTECTION CORPORATION ("SIPC") UNDER SECTION 78ccc(a)(2)(A)(ii) OF THE SECURITIES INVESTOR PROTECTION ACT OF 1970 ("SIPA").**

Name of Broker-Dealer, Address, Designated Examining Authority and 1934 Act registration number:

7661 NASD  
BERNARD FAVER  
82 WALL ST STE 310  
NEW YORK, NY 10005

Note: If any of the information shown on the mailing label requires correction, please so indicate on the form filed.

Name and telephone number of person to contact respecting this form:

BERNARD FAVER 212-7421352

certifies that during the year ending **December 31, 2002** its business as a broker-dealer is expected to consist exclusively of one or more of the following (check appropriate boxes):

- ☒ (i) the distribution of shares of registered open end investment companies or unit investment trusts;
- ☒ (ii) the sale of variable annuities;
- ☐ (iii) the business of insurance;
- ☐ (iv) the business of rendering investment advisory services to one or more registered investment companies or insurance company separate accounts;

and that, therefore, under section 78ccc(a)(2)(A)(ii) of the SIPA it is excluded from membership in SIPC.

State whether during the prior year this organization's business as a broker-dealer consisted exclusively of one or more of items (i) through (iv) above: Yes ☐ No ☐ (if inapplicable, please explain).

The following bylaw was adopted by the Board of Directors:

Interest on Assessments. If all or any part of an assessment payable under Section 4 of the Act has not been received by the collection agent within 15 days after the due date thereof, the member shall pay, in addition to the amount of the assessment, interest at the rate of 20% per annum of the unpaid portion of the assessment for each day it has been overdue. If any broker or dealer has incorrectly filed a claim for exclusion from membership in the Corporation, such broker or dealer shall pay, in addition to assessments due, interest at the rate of 20% per annum on the unpaid assessment for each day it has not been paid since the date on which it should have been paid.

In the event of any subsequent change in the business of the undersigned broker-dealer that would terminate such broker-dealer's exclusion from membership in SIPC pursuant to section 78ccc(a)(2)(A)(ii) of the SIPA, the undersigned broker-dealer will immediately give SIPC written notice thereof and make payment of all assessments thereafter required under Section 78ddd(c) of the SIPA.

FOR SIPC REVIEWER

DATES: \_\_\_\_\_  
Postmarked Received Reviewed

Complete: \_\_\_\_\_

Exceptions: \_\_\_\_\_

Disposition of Exceptions: \_\_\_\_\_

The broker or dealer submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

Dated the 11th day of January, 2002

BERNARD FAVER  
(Name of Corporation, Partnership or other organization)

(Authorized signature)

(Title)

Bernard Faver

Return this completed form no later than 30 days after the beginning of the year, using the enclosed return envelope.

Retain a copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

**SIPC-3**

(15 - REV 12/02)

**SECURITIES INVESTOR PROTECTION CORPORATION****Certification of Exclusion From Membership**

**TO BE FILED BY A BROKER-DEALER WHO CLAIMS EXCLUSION FROM MEMBERSHIP IN THE SECURITIES INVESTOR PROTECTION CORPORATION ("SIPC") UNDER SECTION 78ccc(a)(2)(A)(ii) OF THE SECURITIES INVESTOR PROTECTION ACT OF 1970 ("SIPA").**

Name of Broker-Dealer, Address, Designated Examining Authority and 1934 Act registration number:

8 - 7661 NASD  
 BERNARD FAVER  
 82 WALL ST STE 310  
 NEW YORK, NY 10005

Note: If any of the information shown on the mailing label requires correction, please so indicate on the form filed.

Name and telephone number of person to contact respecting this form:

BERNARD FAVER 212 9431352

certifies that during the year ending **December 31, 2003** its business as a broker-dealer is expected to consist exclusively of one or more of the following (check appropriate boxes):

- ☒ (i) the distribution of shares of registered open end investment companies or unit investment trusts;
- ☒ (ii) the sale of variable annuities;
- ☒ (iii) the business of insurance;
- ☐ (iv) the business of rendering investment advisory services to one or more registered investment companies or insurance company separate accounts;

and that, therefore, under section 78ccc(a)(2)(A)(ii) of the SIPA it is excluded from membership in SIPC.

State whether during the prior year this organization's business as a broker-dealer consisted exclusively of one or more of items (i) through (iv) above: Yes ☒ No ☐ (if inapplicable, please explain).

The following bylaw was adopted by the Board of Directors:

Interest on Assessments. If all or any part of an assessment payable under Section 4 of the Act has not been received by the collection agent within 15 days after the due date thereof, the member shall pay, in addition to the amount of the assessment, interest at the rate of 20% per annum of the unpaid portion of the assessment for each day it has been overdue. If any broker or dealer has incorrectly filed a claim for exclusion from membership in the Corporation, such broker or dealer shall pay, in addition to assessments due, interest at the rate of 20% per annum on the unpaid assessment for each day it has not been paid since the date on which it should have been paid.

In the event of any subsequent change in the business of the undersigned broker-dealer that would terminate such broker-dealer's exclusion from membership in SIPC pursuant to section 78ccc(a)(2)(A)(ii) of the SIPA, the undersigned broker-dealer will immediately give SIPC written notice thereof and make payment of all assessments thereafter required under Section 78ddd(c) of the SIPA.

FOR SIPC REVIEWER

DATES: \_\_\_\_\_  
 Postmarked Received Reviewed

Complete: \_\_\_\_\_

Exceptions:

Disposition of Exceptions:

The broker or dealer submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

Dated the 6th day of January, 2003

BERNARD FAVER

(Name of Corporation, Partnership or other organization)

[Signature]  
 (Authorized signature)

SOLE PROPRIETOR  
 (Title)

Return this completed form no later than 30 days after the beginning of the year, using the enclosed return envelope.  
 Retain a copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.